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September 14, 1998

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PEDERAL COMMUNICATIONS COMMISSION OFFICE OF THE SECRETARY

BY HAND DELIVERY

Ms. Magalie Roman Salas Secretary Federal Communications Commission 1919 M Street, N.W., Room 222 Washington, D.C. 20554

Re:

Application of SBC Communications, Inc. and Ameritech Corporation for Authority to Transfer Control of Certain Licenses and Authorizations, CC Docket No. 98-141 --

Notice of Ex Parte Presentation

Dear Ms. Salas:

Pursuant to Section 1.1206 of the Commission's rules. Ameritech Corporation ("Ameritech") hereby submits this notice of an oral ex parte presentation in the above-referenced permit-but-disclose proceeding. On September 11, 1998, Richard Hetke, Jason Weller, Paul Osland, Linda Wokoun and Lynn Starr of Ameritech and Antoinette Cook Bush and Mark Del Bianco of Skadden, Arps, Slate, Meagher & Flom LLP met with Melissa Newman, Radhika Karmarker, Jake Jennings, Lisa Choi and Bill Dever of the Common Carrier Bureau and Tom Krattenmaker. Marilyn Simon, Johnson Garrett and Pamela Megna of the Office of Plans and Policy to discuss certain issues raised by Ameritech's transfer of control application.

The meeting was requested by the Commission staff to discuss the history and status of Ameritech Cellular's plan to offer local exchange service in conjunction with its cellular service in St. Louis, Mo. The Ameritech representatives discussed the history of Ameritech's consideration of entering the local exchange market out-of-region from the early 1990s to the present. They showed that Ameritech had rejected a broad out-of -region CLEC strategy and that Ameritech Cellular had in 1997 developed and adopted the much more narrowly focused St. Louis initiative only

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as a defensive measure to maintain wireless market share in the face of increased competition from existing CMRS competitors and new PCS competitors. They stressed the fact that the St. Louis situation was unique and that the plan did not contemplate facilities-based wireline local exchange competition in St. Louis. The Ameritech representatives addressed the strategy of pricing for the plan's various product offerings, the target cellular customer groups, the delays in reaching the market and the evolution of the St. Louis plan between its original approval by Ameritech's management committee in May 1997 and March 1998. Finally, they explained how developments in the St. Louis wireless market in 1998 have undermined many of the assumptions underlying the original plan, and how as a result of these developments, operational problems and other reasons the St. Louis plan has been put on hold.

Copies of this Notice of Ex Parte Presentation have been provided to the above-referenced persons and served on each known party to this proceeding. An original and one copy have also been submitted to the Secretary's office.

Respectfully submitted,

antoinette Cook Bushym

Antoinette Cook Bush Counsel for Ameritech

cc: Radhika Karmarker, Common Carrier Bureau

Melissa Newman, CCB

Bill Dever, CCB

Tom Krattenmaker, Office of Plans and Policy

Marilyn Simon, OPP

Johnson Garrett, OPP

Jake Jennings, OPP Lisa Choi, OPP

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## CERTIFICATE OF SERVICE

This is to certify that the attached document has been served by first class mail,

postage prepaid, on this 14th day of September, 1998, on the following:

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